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DIVISION OF LABOR STANDARDS ENFORCEMENT
    Department of Industrial Relations
    State of California
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   Attorney for the Labor Commissioner
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                      BEFORE THE LABOR COMMISSIONER
8
                        OF THE STATE OF CALIFORNIA
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   JAMES BREUER,
                                            Case No. TAC 18-95
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                        Petitioner,
                                            SUPPLEMENTAL ORDER RE:
                                            JURISDICTIONAL ISSUES
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                                            AND NOTICE OF HEARING
   vs.
                                            ON PETITION TO
   TOP DRAW ENTERTAINMENT, INC.,
                                            DETERMINE CONTROVERSY
   a New York corporation; ANTONIO U.
                                       ) HEARING DATE: 8/27/97
   CAMACHO, an individual,
                                                TIME: 10:00 a.m.
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                       Respondent.
                                            LOCATION: 107 S. Broadway,
                                                      Suite 5015
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                                                      Los Angeles, CA
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        By this petition to determine controversy, filed on July 26,
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   1995, petitioner James Breuer alleges, inter alia, that in or
   about July 1992, the parties entered into an agreement under which
   respondents were to perform services as petitioner's personal
   manager, and to attempt to procure employment within the
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    entertainment industry for the petitioner; that thereafter
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    respondents performed services as a talent agent within the
    meaning of Labor Code $1700.4(a); and that respondents violated
26 Labor Code §1700.5 in that they were never licensed as a talent
    agency by the State Labor Commissioner. The petitioner seeks a
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determination that the parties' agreement is void ab initio and

unenforceable, that the petitioner has no liability thereon to respondents, and an order requiring respondents to reimburse petitioner for all amounts received pursuant to the parties' agreement.

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Respondents contend that the Labor Commissioner is without jurisdiction to hear and determine this controversy. In support 7 1 of this contention, respondents have presented evidence that shows that respondent ANTONIO CAMACHO has been a New York resident at all times relevant herein; that respondent TOP DRAWER ENTERTAINMENT, INC., has been a New York corporation at all times relevant herein; that petitioner lived in New York State when the parties entered into their agreement; that thereafter petitioner lived in New York or New Jersey; that until the filing of this petition, James Breuer never claimed to be a California resident; and that the only payments made by petitioner to respondents were pursuant to petitioner's employment as an entertainer in New York. Respondents argue, therefore, that "the entire business relationship between petitioner and respondents took place outside the State of California". However, respondents concede that during their representation of petitioner, they booked him to "showcase" engagements in California to expose his talent to potential interested parties.

In response to our previous order re: jurisdictional issues, petitioner provided a declaration in which he alleges that from January 1993 to the present, he has been a California resident. This allegation is unsupported by any sort of documentation or corroborative evidence, and it fails to overcome respondent's showing that petitioner has been, at all relevant times, a

resident of New York or New Jessey. Nonetheless, petitioner has provided other evidence which, taken together, establishes that 2 the Labor Commissioner has jurisdiction to hear and determine this 3 controversy. Specifically, the evidence provided by petitioner shows that Antonio Camacho traveled to California with the petitioner during the period of March 16 through March 24, 1993, in order to promote petitioner's talents to potential employers at an industry "showcase" in Los Angeles; that respondents charged petitioner for their expenses in connection with this business trip to California; that Antonio Camacho obtained auditions for petitioner at various comedy clubs in Los Angeles and that those auditions were held during the period of October 26 to October 29, 1992 or 1993; and that Camacho sent written materials to Pam Thomas in Pacific Palisades, California, and to Mitchell Bank at Disney Studios in Burbank, California, in an effort to procure employment for the petitioner.

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The evidence presented establishes that respondents have sufficient contacts with California for the exercise of jurisdiction by the Labor Commissioner. The guiding principle, set forth by the U.S. Supreme Court in International Shoe Co. V. Washington (1945) 326 U.S. 310, is that a non-resident defendant is subject to personal jurisdiction if that defendant has "certain minimum contacts" with the forum state "such that the maintenance of the [action or proceeding] does not offend traditional notions of fair play and substantial justice". Due process requires that in order to exercise personal jurisdiction over a non-resident as to a specific claim or cause of action (1) the defendant must have "purposefully avail[ed] itself of the privilege of conducting

I activities within the forum state, thus invoking the benefits and protections of its laws" [Sibley v. Superior Court (1976) 16 Cal.3d 442, 446-447], and (2) the plaintiff's claim either arises 3 H out of or is connected with the defendant's forum-related activities (Buckey Boiler Co. v. Superior Court (1969) 71 Cal.2d 893, 898-899) or there is a "substantial nexus" between defendant's forum-related activities and plaintiff's cause of 8 action [Cornelison v. Chaney (1976) 16 Cal.3d 143, 149], and (3). 9 the exercise of jurisdiction would be fair and reasonable [Id.]. 10 As to the first factor, respondents' visit to California to attempt to procure employment for petitioner at the industry 117 showcase, respondents' efforts in obtaining and scheduling auditions for petitioner in California, and respondents' 13 | communications with potential California employers on behalf of petitioner establish "purposeful availment". As to the second factor, petitioner's claim under the Talent Agencies Act is 16 unquestionably connected with and arises out of respondents' forum-related activities of attempting to procure employment for 18 petitioner without the requisite talent agency license. As to the 191 final factor, it is apparent that most of the witnesses who could 20 testify to respondents' alleged procurement activities in 21 California are California residents and thus, a hearing in California would be fair and reasonable. 23 For all of the reaons set forth above, it is hereby 24 determined that the Labor Commissioner has jurisdiction to hear 25

and determine this controversy. An evidentiary hearing on the

10:00 a.m. at the State Building, 107 S. Broadway, Suite 5015, Los

merits of the controversy shall be held on August 27, 1996 at

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| 1: | Angeles, California, before the undersigned attorney specially |
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| 2 | designated by the Labor Commissioner to hear this matter. The |
| 3 | determination of this controversy shall be based upon the |
| 4 | testimony and evidence presented at this hearing. |
| 5 | DATED: 7/18/96 |
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| 7 | MILES E. LOCKER Attorney for the Labor Commissioner |
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STATE DE CALIFORNIA DEPARTMENT OF INDUSTRIAL RELATIONS - DIVISION OF LABOR STANDARDO ENFORCEMENT

CERTIFICATION OF SERVICE BY MAIL (C.C.P. §1013a)

(JAMES REVER V. TOP DRAW ENTERTAINMENT, INC.; ANTONIO U. CAMACHO) (TAC 18-55)

| I, MARY ANN E. GALAPON, do hereby certify that I am employed |
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| in the county of San Francisco, over 18 years of age, not a party |
| to the within action, and that I am employed at and my business |
| address is 45 Fremont St., Suite 3220, San Francisco, CA 94105. |
| OnJuly 18, 1996, I served the following document: |
| SUPPLEMENTAL ORDER RE: JURISDICTIONAL ISSUES AND |
| NOTICE OF HEARING ON PETITION TO DETERMINE CONTROVERSY |
| by placing a true copy thereof in envelope addressed as follows: |
| MARTIN D. SINGER, ESQ. |
| TVNDA B COLDMAN DCO |

MARTIN D. SINGER, ESQ. LYNDA B. GOLDMAN, ESQ. LAVELY & SINGER 2049 Century Park East, Suite 2400 Los Angeles, CA 90067-2906

114 MICHAEL S. KROME, ESQ. 101-05 Lefferts Boulevard Richmond Hill, NY 11419

and then sealing the envelope with postage thereon fully prepaid, depositing it in the United States mail in the city and county of San Francisco by ordinary first class mail.

I certify under penalty of perjury that the foregoing is true and correct. Executed on _______July 18, 1996_____, at San Francisco, California.

MARY ANN E. GALAPON